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UNITED STATES OF AMERICA POSTAL REGULATORY COMMISSION WASHINGTON, D.C. 20268-0001

Modification of Mail Classification Schedule Regarding Reply Rides Free Weight Limit Docket No. MC2011-27

CHAIRMAN'S INFORMATION REQUEST NO. 1

(Issued August 4, 2011)

The Postal Service is requested to respond to the following questions to clarify its notice of classification change pursuant to 39 CFR 3020.90 and 3020.91 concerning the Reply Rides Free program.¹ Responses shall be provided no later than August 10, 2011.

- 1. Please confirm that the proposed change to the Reply Rides Free program results in a rate decrease.
- 2. In Order No. 606 (originally approving Reply Rides Free), the Commission found that "it is appropriate to treat the incentive program in the manner of negotiated service agreement volumes under rule 3010.24(a), thereby excluding the effect of the incentives in the program from the percentage change in rates used to compute unused rate adjustment authority." Please confirm that for the proposed change to the Reply Rides Free program, the Postal Service seeks continued treatment under rule 3010.24(a).

¹ Notice of the United States Postal Service of Classification Change Related to Reply Rides Free Program, July 29, 2011.

² Docket No. R2011-1, Order Approving Market Dominant Classification And Price Changes, and Applying Price Cap Rules, December 10, 2010, at 19 (Order No. 606).

3. Please provide the expected volume and revenue for Reply Rides Free assuming the "no more than 2 ounces" weight limit is approved.

By the Chairman.

Ruth Y. Goldway